GOVERNMENT OF INDIA
MICRO, SMALL AND MEDIUM ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:934
ANSWERED ON:04.03.2008
EMPLOYMENT IN SMALL SCALE SECTOR
Murmu Shri Hemlal;Reddy Shri Mekapati Rajamohan;Shakya Shri Raghuraj Singh

Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

(a): the contribution of Small Scale Units in the total production and employment generation during the last three years;

(b): whether this contribution is likely to come down as assessed by ASSOCHAM;

(c): if so, the details thereof?

(d): the total number of Small Scale Units and the number of people employed therein during each of the last three years,State and Union Territory-wise;

(e): whether the number of Small Scale Units and people employed therein have declined during the current year;

(f): if so, the reasons therefor; and (g): the steps taken by the Government to improve the situation?

Answer

MINISTER OF MICRO,SMALL & MEDIUM ENTERPRISES(SHRI MAHABIR PRASAD)

(a) to (c): Based on the results of the 3rd all India census of micro and small enterprises (MSEs) with 2001-02 as the reference year, the estimated share of MSEs in the total industrial production of the country during 2004-05, 2005-06 and 2006-07 have been 38.62%, 38.56% and 38.57% respectively. The share of employment generation in the MSE sector to the total industrial employment in the country has been estimated at 34.93 %. There has been significant increase in the production and employment generation in MSEs as may be seen from the table given below

Economic parameter	Estimated Annual Growth rate (%)		
	2004-05	2005-06	2006-07
1. Production at constant prices	10.88	12.32	12.60
2. Employment generation	4.45	4.28	4.23

(d) to (g): The State and Union Territory (UT)-wise details ofestimated number of MSEs and workers employed therein for the years 2004-05, 2005-06 and 2006-07 (latest available) are given in Annexure I and Annexure II respectively. As may be seen from the annexures, there has been consistent increase in the number of MSEs and the people employed. Various programmes/schemes of the Ministry of MSME, inter alia, are intended to increase the share of MSE sector in the total manufacturing output and to ensure larger employment generation in the country.